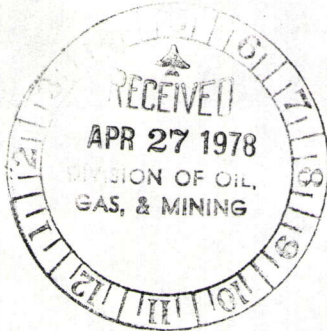


MR FORM 4

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FILE NO. DOE/037/013

DATE: 5/1/78

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1588 WEST NORTH TEMPLE
SALT LAKE CITY, UTAH 84116

DECLARATION OF EXEMPTION

(See Mined Land Reclamation Act 40-8-4(6))

As provided for in Section 40-8-4 UCA 1953, I hereby declare an exemption from the "Utah Mined Land Reclamation Act", in that less than 500 tons of material is being mined or less than two (2) acres of land is being excavated or used as a disposal site during a period of twelve (12) consecutive months, from the following designated claims, leases, or fee acreage.

NAME OF CLAIM, LEASE, OR FEE ACREAGE	1/4, 1/4 SECTION	LOCATION		COUNTY
		TOWNSHIP	RANGE	
SMOKY 32	SE 1/4 NW 1/4 Sec 22	T35S	R15E	San Juan
RAINBOW 35	SW 1/4 NE 1/4 Sec 30	T35S	R15E	San Juan

Commodity: Urainium

Date: April 24, 1978

Signature: Lloyd H. B. [Signature]

OPERATOR: Blake's Mining Company

ADDRESS: PO Box 963, Monticello, Utah 84535

TELEPHONE: (801) 587-2356

*This form needs to be filed one time only. In the event more than the minimum size requirements are mined, a Notice of Intention to Commence Mining Operations (MR Form 1) and a Mining and Reclamation Plan (MR Form 2) will need to be filed with this office.